



General Assembly

January Session, 2013

***Raised Bill No. 953***

LCO No. 3109



Referred to Committee on INSURANCE AND REAL ESTATE

Introduced by:  
(INS)

***AN ACT CONCERNING DISCLOSURES FOR UNIVERSAL LIFE  
INSURANCE POLICIES.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 38a-430 of the general statutes is repealed and the  
2 following is substituted in lieu thereof (*Effective October 1, 2013*):

3 (a) No life insurance or annuity policy or contract shall be delivered  
4 or issued for delivery to any person in this state, nor shall any  
5 application, rider or endorsement be used in connection therewith,  
6 until a copy of the form thereof shall have been filed with and  
7 approved by the commissioner. The commissioner shall adopt  
8 regulations, in accordance with the provisions of chapter 54,  
9 establishing a procedure for review of such policies. The commissioner  
10 shall issue an order disapproving the use of any such form at any time  
11 if it does not comply with the requirements of law, or if it contains a  
12 provision or provisions that are unfair or deceptive or that encourage  
13 misrepresentation of the policy. The commissioner shall specify the  
14 reason for the commissioner's disapproval. The provisions of section  
15 38a-19 shall apply to any such order issued by the commissioner.

(b) No universal life insurance policy shall be delivered or issued for delivery to any person in this state unless it bears on its cover, in not less than twelve-point boldface type in capital letters, the following:

19 NOTICE

20 THE PREMIUMS THAT YOU PAY FOR THIS POLICY MAY  
21 INCREASE IN THE FUTURE. IT IS IMPORTANT THAT YOU READ  
22 AND UNDERSTAND THIS POLICY.

23        [(b)] (c) Nothing in this chapter shall preclude the issuance of a life  
24 insurance contract including, but not limited to, a long-term care  
25 policy as provided in section 38a-458, that includes an optional health  
26 insurance rider, provided the optional health insurance rider is filed  
27 with and approved by the Insurance Commissioner pursuant to  
28 section 38a-481. Any company offering such policies for sale in this  
29 state shall be licensed to sell health insurance in this state pursuant to  
30 the provisions of section 38a-41.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>October 1, 2013</i>	38a-430

**Statement of Purpose:**

To require universal life insurance policies to include a disclosure that premiums for such policies may increase.

*[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]*